

**UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK**

**AGF BELGIUM INSURANCE, N.Y., for itself and
other insurers as subrogees of
OPTION WIRELESS, LTD.,**

Case No. 08-CV-4270 (AKH)

Plaintiff,

against .

**KATT WORLDWIDE LOGISTICS, INC.
and AMERICAN AIRLINES, INC.,**

Defendants.

**ANSWER OF DEFENDANT
KATT WORLDWIDE
LOGISTICS, INC.**

Defendant, Katt Worldwide Logistics, Inc. (hereinafter "Katt" or "Defendant"), by and through its undersigned attorneys, as and or its Answer, states as follows:

1. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 1 of the Complaint.
2. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2 of the Complaint
3. Admits the allegations contained in paragraph 3 of the Complaint
4. Admits the allegations contained in paragraph 4 of the Complaint.
5. Denies the allegations contained in paragraph 5 of the Complaint.
6. Denies the allegations contained in paragraph 6 of the Complaint.
7. Admits the allegations contained in paragraph 7 of the Complaint.
8. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 8 of the Complaint.
9. Admits the allegations contained in paragraph 9 of the Complaint.

10. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 10 of the Complaint.

11. Denies the allegations contained in paragraph 11 of the Complaint, except admits that Katt issued its air waybill number HAWB 10409 and respectfully refers the Court to the term and conditions thereof.

12. Denies the allegations contained in paragraph 12 of the Complaint, except admits that Katt issued its air waybill number HAWB 10409 and respectfully refers the Court to the term and conditions thereof.

13. Denies the allegations contained in paragraph 13 of the Complaint, except admits that Katt issued its air waybill number HAWB 10409 and respectfully refers the Court to the term and conditions thereof.

14. Admits the allegations contained in paragraph 14 of the Complaint.

15. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 15 of the Complaint.

16. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 16 of the Complaint.

17. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 17 of the Complaint.

18. Denies the allegations contained in paragraph 18 of the Complaint, except admits that demands have been made.

19. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 19 of the Complaint.

FIRST DEFENSE

20. The Complaint fails to state an action upon which relief may be granted.

SECOND DEFENSE

21. The proximate cause of Plaintiff's alleged damages was not the result of any negligent or willful act or omission on the part of Defendant.

THIRD DEFENSE

22. The direct, proximate cause of the damages alleged to have been incurred by Plaintiff were the result of causes other than the acts or omissions of Defendant and were the result of independent, intervening acts of other parties or third-parties over which Defendant had no control.

FOURTH DEFENSE

23. Defendant asserts all other contractual defenses available pursuant to the agreements between itself and Options Wireless Ltd, including waybills HAWB 10409 and 001-DUB-77283 102.

FIFTH DEFENSE

24. In order to prevent a waiver of a defense, Defendant relies upon all equitable doctrines, including the doctrine of unclean hands, estoppel, offset, waiver, and unjust enrichment.

SIXTH DEFENSE

25. Defendant states that any alleged damage or loss of Plaintiff's property is the result of uncrated, unprotectable, or improperly packaged merchandise for which Katt has no responsibility.

SEVENTH DEFENSE

26. Defendant states that Plaintiff chose not to purchase a cargo legal liability insurance policy and therefore Defendant is not responsible for any alleged loss of Plaintiff, or alternatively, Defendant's liability is limited as set forth in the terms and conditions of the governing waybill.

EIGHTH DEFENSE

27. Defendant states that to the extent Plaintiff seeks consequential or special damages, they are excluded by the terms and conditions of the governing waybill.

NINTH DEFENSE

28. Defendant states that it is not liable to Plaintiff because Plaintiff failed to timely provide proof of the value of the goods it alleges were lost.

TENTH DEFENSE

29. Defendant states that it is not liable to Plaintiff because Plaintiff failed to submit a claim to Katt within 90 days of the alleged loss.

ELEVETH DEFENSE

30. Defendant states that it is relying on all terms and defenses set forth in the Warsaw and Montreal Conventions, to the extent it has been amended and adopted.

TWELFTH DEFENSE

31. Defendant hereby gives notice that it intends to rely upon such other and further defenses as may become available or apparent during discovery in this case, and hereby reserves the right to amend this Answer to assert any defense. Defendant also reserves the right to amend this Answer to conform to additional proof and discovery.

**AS AND FOR A FIRST CROSS-CLAIM
AGAINST THE CO-DEFENDANT**

32. That if the Defendant is held liable to the plaintiff herein for any loss, damage or delay, such liability on the part of Defendant shall have been caused by or brought about by the act and/or omissions of American Airlines and, in that event, Defendant shall be entitled to be indemnified and held harmless by American Airlines for all amounts including attorneys' fees.


**AS AND FOR A SECOND CROSS-CLAIM
AGAINST THE CO-DEFENDANT**

33. That if the Defendant is held liable to the plaintiff herein then, in that event, Defendant is entitled to contribution from American Airlines in an amount corresponding to the proportion of fault on the part of American Airlines towards the payment of any judgment which may be entered in favor of the plaintiff herein.

WHEREFORE, it is respectfully requested that this Court enter judgment dismissing the Complaint, together with an award of costs, and such other and further relief as the Court seems proper.

Dated: New York, New York
May 15, 2008

DAY PITNEY, LLP

By: 
DAVID B. NEWMAN (DN9577)
7 Times Square
New York, New York 10036
(212) 297-5832 Telephone
(212) 916-2940 Facsimile

BUTLER SNOW
Scott Blount, Esq.
6075 Poplar Avenue
Memphis, TN 38119

Attorneys for Katt Worldwide Logistics, Inc.

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

AGF BELGIUM INSURANCE, N.Y., for itself and
other insurers as subrogees of
OPTION WIRELESS, LTD.,

Case No. 08-CV-4270 (AKH)

Plaintiff,

AFFIDAVIT OF SERVICE

- against -

KATT WORLDWIDE LOGISTICS, INC.
and AMERICAN AIRLINES, INC.,

Defendants.

STATE OF NEW YORK)
)
COUNTY OF NEW YORK) ss.:

Rosemary Wayne, the undersigned deposes and says: I am over 18 years of age, am not a party in the above-captioned case, and am employed by the firm of Day Pitney LLP.

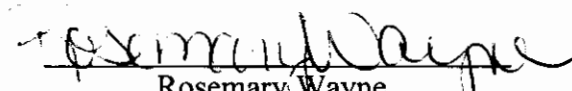
On May 16, 2008, I caused to be served the Plaintiffs' **REPLY TO CROSS CLAIM, ANSWER OF DEFENDANT KATT WORLDWIDE LOGISTICS, INC. and CORPORATE DISCLOSURE STATEMENT KATT WORLDWIDE LOGISTICS, INC.** upon the party listed below by First Class Mail, by depositing a copy of same, enclosed in a postage-paid properly addressed wrapper in an official depository under the exclusive care and custody of the United States Postal Service within the State of New York.

Jodi S. Tesser, Esq.
Mound Cotton Wollan & Greengrass
One Battery Park Plaza
New York, New York 10004

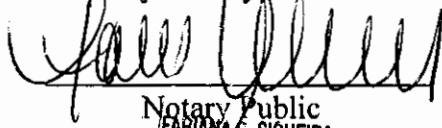
Attorneys for American Airlines

Kenneth R. Feit, Esq.
Tell Cheser & Breitbart
320 Old Country Road
Garden City, New York 11530

Attorneys for Plaintiffs


Rosemary Wayne

Sworn to before me this
16th day of May, 2008



Notary Public
FARIANA C. SIQUEIRA
NOTARY PUBLIC OF NEW JERSEY
Qualified in Union County
My Commission Expires 09/25/2009